REMARKS

Applicant respectfully requests reconsideration of the application.

Claims 1-10, 13-14, 17-29 and 32-33 are cancelled without prejudice. Applicant respectfully traverses the rejections for reasons provided previously.

The above amendment should place the application in condition for allowance because only the allowed claims remain.

Respectfully submitted,

DIGIMARC CORPORATION

Customer Number 23735

Date: April 25, 2008

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